

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF GREEN RIVER VALLEY)	
WATER DISTRICT, HART, BARREN, LARUE,)	
GREEN AND METCALFE COUNTIES, KENTUCKY,)	
(1) FOR A CERTIFICATE OF PUBLIC)	
CONVENIENCE AND NECESSITY AUTHORIZING)	CASE NO.
CONSTRUCTION OF MAJOR ADDITIONS AND)	92-340
IMPROVEMENTS TO ITS WATER DISTRIBUTION)	
SYSTEM: (2) SEEKING APPROVAL OF REVISED)	
WATER SERVICE RATES AND CHARGES; AND)	
(3) SEEKING APPROVAL OF THE ISSUANCE)	
OF CERTAIN SECURITIES)	

O R D E R

On August 13, 1992, Green River Valley Water District ("Green River") filed an application for a Certificate of Public Convenience and Necessity to construct a \$1,374,460 waterworks improvement project, for approval of its plan of financing for this project, and for adjustments to its water service rates. This project will provide service to 254 additional customers. Project funding includes a \$1,250,000 loan from the Farmers Home Administration ("FmHA"), and \$124,460 from applicants for service in the proposed project area. The loan will be for a 40-year period at an interest rate of 5 percent per annum.

Green River's application was made pursuant to KRS 278.023, which requires the Commission to accept agreements between water districts and FmHA and to issue the necessary orders to implement the terms of such agreements within 30 days of satisfactory completion of the minimum filing requirements. Given that minimum

filing requirements were met in this case on August 13, 1992, KRS 278.023 does not grant the Commission any discretionary authority to modify or reject any portion of this agreement.

IT IS THEREFORE ORDERED that:

1. Green River is hereby granted a Certificate of Public Convenience and Necessity for the proposed construction project.

2. Green River's proposed plan of financing with FmHA is accepted.

3. Green River shall file a copy of the "as-built" drawings and a certified statement that the construction has been satisfactorily completed in accordance with the contract plans and specifications within 60 days of the substantial completion of the construction certificated herein.

4. The rates set out in Appendix A, which is attached hereto and incorporated herein, are the rates approved for service rendered on and after the date of this Order.

5. Green River shall submit its revised tariff setting out the rates in Appendix A within 30 days of the date of this Order.

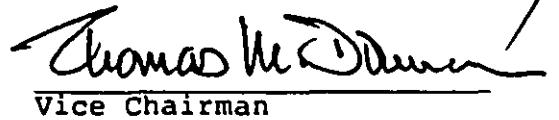
6. Green River shall monitor the adequacies of the expanded water distribution system after construction. If the level of service is inadequate or declining or the pressure to any customer falls outside the requirements of 807 KAR 5:066, Section 5(1), Green River shall take immediate action to bring the system into compliance with Commission regulations.

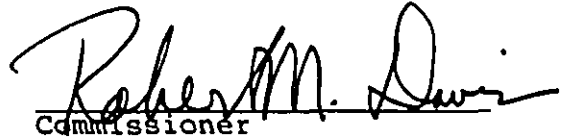
Nothing contained herein shall be deemed a warranty of the Commonwealth of Kentucky, or any agency thereof, of the financing herein accepted.

Done at Frankfort, Kentucky, this 9th day of September, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-340 DATED September 9, 1992

The following rates and charges are prescribed for the customers served by Green River Valley Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

5/8-Inch x 3/4-Inch Meter

First	2,000 Gallons	\$10.00 Minimum Bill
Next	8,000 Gallons	2.50 per 1,000 gallons
Next	10,000 Gallons	2.10 per 1,000 gallons
Next	30,000 Gallons	1.80 per 1,000 gallons
Next	50,000 Gallons	1.60 per 1,000 gallons
Over	100,000 Gallons	1.55 per 1,000 gallons

1-Inch Meter

First	5,000 Gallons	\$17.00 Minimum Bill
Next	5,000 Gallons	2.50 per 1,000 gallons
Next	10,000 Gallons	2.10 per 1,000 gallons
Next	30,000 Gallons	1.80 per 1,000 gallons
Next	50,000 Gallons	1.60 per 1,000 gallons
Over	100,000 Gallons	1.55 per 1,000 gallons

1 1/2-Inch Meter

First	10,000 Gallons	\$30.00 Minimum Bill
Next	10,000 Gallons	2.10 per 1,000 gallons
Next	30,000 Gallons	1.80 per 1,000 gallons
Next	50,000 Gallons	1.60 per 1,000 gallons
Over	100,000 Gallons	1.55 per 1,000 gallons

2-Inch Meter

First	16,000 Gallons	\$45.00 Minimum Bill
Next	4,000 Gallons	2.10 per 1,000 gallons
Next	30,000 Gallons	1.80 per 1,000 gallons
Next	50,000 Gallons	1.60 per 1,000 gallons
Over	100,000 Gallons	1.55 per 1,000 gallons

Wholesale Rates

City of Horse Cave	\$1.10 per 1,000 gallons
City of Cave City	\$1.10 per 1,000 gallons
City of Munfordville	\$1.10 per 1,000 gallons
Larue County Water District	\$1.10 per 1,000 gallons
City of Bonnieville	\$1.10 per 1,000 gallons
Green-Taylor Water District	\$1.10 per 1,000 gallons

Billing and Collection Charge per
Customer for Cities of Horse Cave and
Cave City

\$3.45 per month